



RANDFONTEIN LOCAL MUNICIPALITY

ANNUAL FINANCIAL STATEMENTS

for the year ended

30 JUNE 2007

I am responsible for the preparation of these annual financial statements, which are set out on pages 1 to 35, in terms of Section 126(1) of the Municipal Finance Management Act and which I have signed on behalf of the Municipality.

I certify that the salaries, allowances and benefits of Councillors as disclosed in note 22 of these annual financial statements are within the upper limits of the framework envisaged in Section 219 of the Constitution, read with the Remuneration of Public Officer Bearers Act and the Minister of Provincial and Local Government's determination in accordance with this Act.

Ms L Ntshinga - Makoro
Municipal Manager

2007/08/31
Date



RANDFONTEIN LOCAL MUNICIPALITY

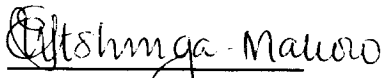
ANNUAL FINANCIAL STATEMENTS

for the year ended

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Randfontein Local Municipality
Annual Financial Statements For the year ended 30 June 2007

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Randfontein Local Municipality
STATEMENT OF FINANCIAL POSITION AT 30 June 2007

	Note	2007 R	2006 R
NET ASSETS AND LIABILITIES			
Net assets		204 257 689	198 293 790
Housing development fund	1	47 851 835	47 851 835
Capital replacement reserve		959 676	3 860 662
Government grant reserve		53 198 746	35 568 801
Public donation reserve		5 197 997	-
Capitalisation reserve		432 067	432 067
Accumulated surplus/(deficit)		96 617 368	110 580 425
Non-current liabilities		27 953 379	32 122 722
Long-term liabilities	2	27 953 379	32 122 722
Non-current provisions		-	-
Current liabilities		84 748 632	88 100 007
Consumer deposits	3	11 699 949	8 998 644
Provisions	4	8 626 696	8 445 853
Creditors	5	19 597 063	24 659 448
Unspent conditional grants & receipts	6	16 552 014	14 735 944
VAT	7	11 391 035	11 539 119
Short-term loans	8	-	-
Amounts received in advance	5	10 107 598	9 553 612
Current portion of long-term liabilities	2	6 774 277	10 167 387
Total net Assets and Liabilities		316 959 700	318 516 518
ASSETS			
Non-current assets		201 589 779	177 891 998
Property, plant and equipment	9	193 298 071	169 608 651
Biological Assets	19	907 500	1 085 490
Investments	10	6 972 146	6 455 038
Long-term receivables	11	412 062	742 820
Current assets		115 369 921	140 624 520
Inventory : Material & Consumables	12	2 604 816	2 215 659
Inventory : Land	12	32 794 602	32 794 601
Consumer debtors	13	34 645 998	74 481 584
Other debtors	14	405 613	4 184 787
Call investments	15	29 996 439	25 910 732
Bank and Cash	16	14 922 453	1 037 157
Total Assets		316 959 700	318 516 518



Randfontein Local Municipality

CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2007

	Note	2007 R	2006 R
CASH FLOW FROM OPERATING ACTIVITIES			
Cash receipts from ratepayers, government and other		317 130 580	299 910 602
Cash paid to suppliers and employees		-264 860 024	-241 252 508
Cash generated from/(utilised in) operations	27	52 270 556	58 658 093
Interest received		3 080 775	2 528 006
Interest paid		-4 503 112	-4 726 644
NET CASH FROM OPERATING ACTIVITIES		50 848 219	56 459 455
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		-28 407 979	-18 671 731
Purchase of Biological assets		177 990	-1 085 490
Proceeds on disposal of property, plant and equipment		27 570	968 227
Increase in other reserves		-	17 117 617
Decrease in non-current receivables		-330 758	-6 159 571
Increase in non-current investments		517 108	1 452 501
NET CASH FROM INVESTING ACTIVITIES		-28 016 069	-6 378 448
CASH FLOWS FROM FINANCING ACTIVITIES			
New loans raised/(repaid)		-7 562 453	-35 020 029
Increase in consumer deposits		2 701 305	1 244 689
Other capital receipts		-	-
NET CASH FROM FINANCING ACTIVITIES		-4 861 148	-33 775 340
NET DECREASE IN CASH AND CASH EQUIVALENTS		17 971 003	16 305 667
Cash and cash equivalents at the beginning of the year		26 947 889	10 642 222
Cash and cash equivalents at the end of the year	28	44 918 892	26 947 889
		17 971 003	16 305 667



Randfontein Local Municipality

STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 June 2007

	Note	Actual 2007 R	Actual 2006 R
REVENUE			
Property Rates	17	80 246 691	73 432 859
Service Charges	18	192 293 375	174 882 340
Rental of facilities & equipment		1 570 884	1 244 488
Interest earned - external investments		3 080 775	2 528 006
Interest earned - outstanding debtors		9 115 701	9 161 850
Fines		1 389 501	1 034 282
Licences & permits		8 104	11 479
Income for agency service	20.1	4 567 501	5 143 513
Government grants and subsidies	19	62 854 661	50 303 437
Other income	20.2	6 400 340	4 404 549
Gains on disposal of property, plant & equipment		27 570	968 227
Sub total Revenue		361 555 103	323 115 029
Less Revenue foregone	17	-23 196 262	-21 075 055
Total Revenue		338 358 841	302 039 975
EXPENDITURE			
Employee related cost	21	81 528 682	76 564 933
Remuneration of Councillors	22	6 659 084	5 963 869
Bad debts		-	-
Depreciation		4 718 398	3 602 042
Repairs & maintenance		8 122 037	5 910 551
Interest paid/Capital Charges	23	4 503 112	4 726 644
Bulk Purchases	26	93 247 463	87 223 271
Contracted services		19 962 052	17 590 417
Grants & Subsidies paid	25	5 000	5 000
General expenses		50 654 604	44 392 426
Total expenditure		269 400 432	245 979 152
SURPLUS/(DEFICIT)		68 958 409	56 060 822
Share of surplus/(deficit) of associate accounted for under equity method			
SURPLUS/(DEFICIT) FOR THE YEAR		68 958 409	56 060 822



Randfontein Local Municipality
STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 30 JUNE 2007

	Note	Capitalisation reserve	Housing development fund	Capital replacement reserve	Government grant reserve	Donations & Public contributions reserve	Accumulated surplus/(deficit)	Total
		R	R	R	R	R	R	R
2006								
Balance at 1 July 2005		432 067	47 851 835	3 860 662	18 451 184	-	39 590 726	110 186 474
Correction of error	26	-	-	-	-	-	56 265 244	56 265 244
Change in Accounting policy		-	-	-	-	-	-13 841 751	-13 841 751
Restated Balance		432 067	47 851 835	3 860 662	18 451 184	-	82 014 219	152 609 967
Surplus/(deficit) for the year							56 060 822	56 060 822
Reserves utilised in operating								
Transfer to CRR								
Property, Plant & Equipment purchased								
Capital grants used to purchase PPE					18 835 654		-18 835 654	
Offsetting of Depreciation					-1 718 036	-	1 718 036	
Other transfers							-10 377 000	-10 377 000
Balance at 30 June 2006		432 067	47 851 835	3 860 662	35 568 802	-	110 580 423	198 293 789
2007								
Correction of error	26	-	-	-	-	-	23 693	23 693
Change in Accounting policy		-	-	-	-	-	-	-
Restated Balance		432 067	47 851 835	3 860 662	35 568 802	-	110 604 116	198 317 482
Surplus/(deficit) for the year		-	-	-			68 958 409	68 958 409
Reserves utilised in operating		-	-	-				-
Transfer to CRR		-	-	-				-
Property, Plant & Equipment purchased		-	-	-2 900 986			2 900 986	-
Capital grants used to purchase PPE		-	-	-	20 260 372	5 246 619	-25 506 991	-
Offsetting of Depreciation		-	-	-	-2 630 428	-48 623	2 679 051	-
Other transfers (including provision for bad debts)		-	-	-			-63 018 203	-63 018 203
Balance at 30 June 2007		432 067	47 851 835	959 676	53 198 746	5 197 996	96 617 368	204 257 688

Randfontein Local Municipality

Accounting policies for the Annual Financial Statements

For the year ended 30 June 2007

1. BASIS OF PRESENTATION

The annual financial statements have been prepared on an accrual basis of accounting and are in accordance with historical cost convention, except for the revaluation of land and buildings, which are carried at fair value.

These annual financial statements have been prepared in accordance with Generally Accepted Municipal Accounting Practices (GAMAP) and Generally Recognised Accounting Practice (GRAP). These accounting policies are consistent with those of the previous financial year.

The financial statements have been prepared in accordance with the Standards of Generally Recognised Accounting Practices (GRAP) and the Standards of Generally Accepted Municipal Accounting Practices (GAMAP) prescribed by the Minister of Finance in terms of:

General Notice 991 of 2005, issued in Government Gazette no. 28095 of 7 December 2005; and
General Notice 992 of 2005, issued in Government Gazette no. 28095 of 15 December 2005.

The standards comprise of the following:

GRAP 1	Presentation of Financial Statements
GRAP 2	Cash Flow Statements
GRAP 3	Accounting Policies, Changes in Accounting Estimates and Errors
GAMAP 4	The Effects of Changes in Foreign Exchange Rates
GAMAP 6	Consolidated Financial Statements and Accounting for Controlled Entities
GAMAP 7	Accounting for Investments in Associates
GAMAP 8	Financial Reporting of Interests in Joint Ventures
GAMAP 9	Revenue
GAMAP 12	Inventories
GAMAP 17	Property, Plant and Equipment
GAMAP 19	Provisions, Contingent Liabilities and Contingent Asset

Accounting policies for material transactions, events or conditions not covered by the above GRAP and GAMAP Standards have been developed in accordance with paragraph 7, 11 and 12 of GRAP 3. These accounting policies and the applicable disclosures have been based on the South African Statements of Generally Accepted Accounting Practices (GAAP) including any interpretations of such Statements issued by the Accounting Practices Board. A summary of the significant accounting policies are disclosed below.

No	Standard no.	Standard title
1	AC 105	Leases
2	AC 116	Employee benefits

The municipality is exempted from the following accounting reporting standards in terms of Government notice 30013 dated 29 June 2007.

Financial reporting standard	Detail	Extent of exemption from standard
GRAP 3	Accounting policies, changes in accounting estimates and errors	Identification and impact of Grap standards that have been issued but are not yet effective and changes to accounting policies [Par 59-61 and 30 -31]
GAMAP 17	Property, plant and equipment	Review of depreciation method applied to PPE recognised in the annual financial statements
		Review of useful life of items of PPE recognised in the annual financial statements.
		Impairment of non-cash-generating assets
		Impairment of cash generating assets
IAS 36 (AC 128)	Impairment of assets	Entire standard
GAMAP 12	Inventories	The entire standard as far as it relates to immovable capital assets inventory that is accounted for in terms of GAMAP 17
		The entire standard to the extent that it relates to water stock that was not purchased by the municipality
IAS 40 (AC 135)	Investment property	The entire standard to the extent that the property is accounted for in terms of GAMAP 17
		Disclosure of the fair value of the investment property if the cost model is applied and where the municipality has recognised the investment property in terms of this standards
IAS 17 (AC 105)	Leases	Recognising operating lease payments / receipts on a straight-line basis if the amounts are recognised on the basis of the cash flows in the lease agreement
IAS 38 (AC 129)	Intangible assets	The entire standard except for recognition, measurement and disclosure of computer software and website costs and all other costs are expensed.

Randfontein Local Municipality
Accounting policies for the Annual Financial Statements
For the year ended 30 June 2007

IAS 19 (AC 116)	Employee benefits	Defined benefit accounting as far as it relates to defined benefit plans accounted for as defined contribution plans and the defined benefit obligation disclosed by narrative information
GAMAP 9	Revenue	Initial measurement of fair value discounting all future receipts using an imputed rate of interest
IAS 39 (AC 133)	Financial instruments: recognition and measurement	Initially measuring financial assets and financial liabilities at fair value.
IFRS 5 (AC 142)	Non-current assets held for sale and discontinued operations	Classification, measurement and disclosure of non-current assets held for sale.
IFRS 7 (AC 144)	Financial instruments: Disclosure	Entire standard to be replaced by IAS 32(AC 125) issued August 2006 and effective for financial statements covering periods beginning on or after 1 January 1998
IAS 14 (AC 115)	Segmental reporting	Entire standard
IFRS 8 (AC 145)	Operating segments	Entire standard
IAS 11 (AC 109)	Construction contracts	Entire standard
IAS 20 (AC 134)	Accounting for government grants and disclosure of government assistance	Entire standard excluding paragraph 25 and 26, replaced by paragraph 8 of GAMAP 12, paragraph 25 of GAMAP 17 and paragraph 42 – 46 of GAMAP 9

The principal accounting policies adopted in the preparation of these annual financial statements are set out below.

Assets, liabilities, revenues and expenses have not been offset except when offsetting is required or permitted by a Standard of GAMAP or GRAP.

2. PRESENTATION CURRENCY

These annual financial statements are presented in South African Rand.

3. GOING CONCERN ASSUMPTION

These annual financial statements have been prepared on a going concern basis.

4. RESERVES

4.1 Government Grant Reserve

When items of property, plant and equipment are financed from government grants, a transfer is made from the accumulated surplus/(deficit) to the Government Grants Reserve equal to the Government Grant recorded as revenue in the Statement of Financial Performance in accordance with a directive (budget circular) issued by National Treasury. When such items of property, plant and equipment are depreciated, a transfer is made from the Government Grant Reserve to the accumulated surplus/(deficit). The purpose of this policy is to promote community equity by ensuring that the future depreciation expenses that will be incurred over the useful lives of government grant funded items of property, plant and equipment are offset by transfers from this reserve to the accumulated surplus/(deficit).

When an item of property, plant and equipment financed from government grants is disposed, the balance in the Government Grant Reserve relating to such item is transferred to the accumulated surplus/(deficit).

4.2 Donations and Public Contributions Reserve

When items of property, plant and equipment are financed from public contributions and donations, a transfer is made from the accumulated surplus/(deficit) to the Donations and Public Contributions Reserve equal to the donations and public contributions recorded as revenue in the Statement of Financial Performance in accordance with a directive (budget circular) issued by National Treasury. When such items of property, plant and equipment are depreciated, a transfer is made from the Donations and Public Contributions Reserve to the accumulated surplus/(deficit). The purpose of this policy is to promote community equity and facilitate budgetary control by ensuring that sufficient funds are set aside to offset the future depreciation charges that will be incurred over the estimated useful life of the item of property, plant and equipment financed from donations and public contributions.

When an item of property, plant and equipment financed from government grants is disposed, the balance in the Donations and Public Contributions Reserve relating to such item is transferred to the accumulated surplus/(deficit).

Randfontein Local Municipality
Accounting policies for the Annual Financial Statements
For the year ended 30 June 2007

5. PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment, is stated at cost, less accumulated depreciation, except land and buildings, which are revalued as indicated below. Heritage assets, which are culturally significant resources and which are shown at cost, are not depreciated owing to the uncertainty regarding their estimated useful lives. Similarly, land is not depreciated as it is deemed to have an indefinite life.

Where items of property, plant and equipment have been impaired, the carrying value is adjusted by the impairment loss, which is recognised as an expense in the period that the impairment is identified.

The cost of an item of property, plant and equipment acquired in exchange for a non-monetary asset or monetary assets, or a combination of monetary and non-monetary assets was measured at its fair value. If the acquired item could not be measured at its fair value, its cost was measured at the carrying amount of the asset given up.

Subsequent expenditure is capitalised when the recognition and measurement criteria of an asset are met.

Depreciation is calculated on cost, using the straight-line method over the estimated useful lives of the assets. The annual depreciation rates are based on the following estimated asset lives:-

Infrastructure	<u>Years</u>	Other	<u>Years</u>
Roads and Paving	30	Buildings	30
Pedestrian Malls	30	Specialist vehicles	10
Electricity	20-30	Other vehicles	5
Water	15-20	Office equipment	3-7
Sewerage	15-20	Furniture and fittings	7-10
		Watercraft	15
		Bins and containers	5
Community		Specialised plant and equipment	10-15
Buildings	30	Other items of plant and equipment	2-5
Recreational Facilities	20-30	Landfill sites	15
Security	5		

The gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying value and is recognised in the Statement of Financial Performance.

Where the carrying amount of an item of property, plant and equipment is greater than the estimated recoverable amount, it is written down immediately to its recoverable amount and an impairment loss is charged to the Statement of Financial Performance.

6. INVESTMENTS

6.1 Financial Instruments

Financial instruments, which include listed government bonds, unlisted municipal bonds, fixed deposits and short-term deposits invested in registered commercial banks, are stated at cost.

Where investments have been impaired, the carrying value is adjusted by the impairment loss, which is recognised as an expense in the period that the impairment is identified.

On disposal of an investment, the difference between the net disposal proceeds and the carrying amount is charged or credited to the Statement of Financial Performance.

7. INVENTORIES

Consumable stores, raw materials, work-in-progress and finished goods are valued at the lower of cost and net realisable value. In general, the basis of determining cost is the weighted average method

Redundant and slow-moving inventories are identified and written down from cost to net realisable value with regard to their estimated economic or realisable values.

8. ACCOUNTS RECEIVABLE

Accounts receivable are carried at anticipated realisable value. An estimate is made for doubtful receivables based on a review of all outstanding amounts at year-end. Bad debts are written off during the year in which they are identified. Amounts that are receivable within 12 months from the reporting date are classified as current.

9. TRADE CREDITORS

Trade creditors are stated at their nominal value.

Randfontein Local Municipality
Accounting policies for the Annual Financial Statements
For the year ended 30 June 2007

10. REVENUE RECOGNITION

10.1 Revenue from Exchange Transactions

Service charges relating to electricity and water are based on consumption. Meters are read on a quarterly basis and are recognised as revenue when invoiced. Provisional estimates of consumption are made monthly when meter readings have not been performed. The provisional estimates of consumption are recognised as revenue when invoiced. Adjustments to provisional estimates of consumption are made in the invoicing period in which meters have been read. These adjustments are recognised as revenue in the invoicing period. Revenue from the sale of electricity prepaid meter cards are recognised at the point of sale.

Service charges relating to refuse removal are recognised on a monthly basis in arrears by applying the approved tariff to each property that has improvements. Tariffs are determined per category of property usage, and are levied monthly based on the number of refuse containers on each property, regardless of whether or not all containers are emptied during the month.

Service charges from sewerage and sanitation are based on the number of sewerage connections on each developed property using the tariffs approved from Council and are levied monthly.

Interest and rentals are recognised on a time proportion basis.

Dividends are recognised on the date that the Municipality becomes entitled to receive the dividend.

Revenue arising from the application of the approved tariff of charges is recognised when the relevant service is rendered by applying the relevant gazetted tariff. This includes the issuing of licences and permits.

Revenue from the sale of goods is recognised when the risk is passed to the consumer.

Revenue from public contributions is recognised when all conditions associated with the contribution have been met or where the contribution is to finance property, plant and equipment, when such items of property, plant and equipment is brought into use. Where public contributions have been received but the municipality has not met the condition, a liability is recognised

10.2 Revenue from non-exchange transactions

Revenue from property rates is recognised when the legal entitlement to this revenue arises. Collection charges are recognised when such amounts are legally enforceable. Penalty interest on unpaid rates is recognised on a time proportion basis.

Fines constitute both spot fines and summonses. Revenue from spot fines and summonses is recognised when payment is received.

Donations are recognised on a cash receipt basis or where the donation is in the form of property, plant and equipment, when such items of property, plant and equipment are brought into use.

Contributed property, plant and equipment is recognised when such items of property, plant and equipment are brought into use.

Revenue from the recovery of unauthorised, irregular, fruitless and wasteful expenditure is based on legislated procedures, including those set out in the Municipal Finance Management Act (Act No.56 of 2003) and is recognised when the recovery thereof from the responsible councillors or officials is virtually certain.

11. CONDITIONAL GRANTS AND RECEIPTS

Revenue received from conditional grants, donations and funding are recognised as revenue to the extent that the Municipality has complied with any of the criteria, conditions or obligations embodied in the agreement. To the extent that the criteria, conditions or obligations have not been met a liability is recognised.

12. PROVISIONS

Provisions are recognised when the Municipality has a present or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the provision can be made. Provisions are reviewed at reporting sheet date and adjusted to reflect the current best estimate. Non-current provisions are discounted to the present value using a discount rate based on the average cost of borrowing to the Municipality.

13. CASH AND CASH EQUIVALENTS

Cash includes cash on hand and cash with banks. Cash equivalents are short-term highly liquid investments that are held with registered banking institutions with maturities of three months or less and are subject to an insignificant risk of change in value.

For the purposes of the cash flow statement, cash and cash equivalents comprise cash on hand, deposits held on call with banks and investments in financial instruments, net of bank overdrafts.

Randfontein Local Municipality
Accounting policies for the Annual Financial Statements
For the year ended 30 June 2007

Bank overdrafts are recorded based on the facility utilised. Finance charges on bank overdraft are expensed as incurred.

14. UNAUTHORISED EXPENDITURE

Unauthorised expenditure is expenditure that has not been budgeted, expenditure that is not in terms of the conditions of an allocation received from another sphere of government, municipality or organ of state and expenditure in the form of a grant that is not permitted in terms of the Municipal Finance Management Act (Act No.56 of 2003). Unauthorised expenditure is accounted for as an expense in the Statement of Financial Performance and where recovered, it is subsequently accounted for as revenue in the Statement of Financial Performance.

15. IRREGULAR EXPENDITURE

Irregular expenditure is expenditure that is contrary to the Municipal Finance Management Act (Act No.56 of 2003), the Municipal Systems Act (Act No.32 of 2000), the Public Office Bearers Act (Act No. 20 of 1998) or is in contravention of the Municipality's supply chain management policy. Irregular expenditure excludes unauthorised expenditure. Irregular expenditure is accounted for as expenditure in the Statement of Financial Performance and where recovered, it is subsequently accounted for as revenue in the Statement of Financial Performance.

16. FRUITLESS AND WASTEFUL EXPENDITURE

Fruitless and wasteful expenditure is expenditure that was made in vain and would have been avoided had reasonable care been exercised. Fruitless and wasteful expenditure is accounted for as expenditure in the Statement of Financial Performance and where recovered, it is subsequently accounted for as revenue in the Statement of Financial Performance.

17. COMPARATIVE INFORMATION

17.1 Current year comparatives:

Budgeted amounts have been included in the annual financial statements for the current financial year only.

17.2 Prior year comparatives:

When the presentation or classification of items in the annual financial statements is amended, prior period comparative amounts are reclassified. The nature and reason for the reclassification is disclosed.

18. RETIREMENT BENEFITS

The municipality provides retirement benefits for its employees and councillors. The contributions to fund obligations for the payment of retirement benefits are charged against revenue in the year they become payable. The defined benefit funds, which are administered on a provincial basis, are actuarially valued triennially on the projected unit credit method basis. Deficits identified are recognised as a liability and are recovered through lump sum payments or increased future contributions on a proportional basis to all participating municipalities.

19. BORROWING COSTS

Borrowing costs are recognised as an expense in the Statement of Financial Performance

Randfontein Local Municipality
Notes to the financial statements for the year ended 30/6/2007

	2007 R	2006 R
1 HOUSING DEVELOPMENT FUND		
Housing Development Fund	47 851 835	47 851 835
Unappropriated Surplus	-	-
Loans extinguished by Government on 1 April 1998	47 851 835	47 851 835
	47 851 835	47 851 835
The Housing Development Fund is represented by the following assets and liabilities		
Property, plant and equipment		
Housing property	14 469 846	14 469 846
Infrastructure	33 381 988	33 381 988
Housing selling scheme loans	5 887 552	6 667 825
Housing Rental Debtors	3 501 367	2 975 836
Sub total	57 240 753	57 495 495
Housing Capital reserve	-10 759 776	-10 759 776
Unauthorised use of cash for other purposes	1 370 858	1 116 116
Total Housing Development Fund Assets and Liabilities	47 851 835	47 851 835
2. LONG TERM LIABILITIES		
DBSA Loans	16 616 842	16 801 060
Call Account : FNB Corporate (Division of First Rand Bank LTD)	-	-
Sub Total	16 616 842	16 801 060
Other Long Term Liabilities		
- Department of Transport	-	-
- Receiver of Revenue (VAT Assessment)	7 883 281	11 868 406
- Westonaria Local Municipality	10 227 533	9 921 369
- West Rand District Municipality	-	868 776
- Compensation Commissioner	-	2 830 498
Sub Total	18 110 814	25 489 049
Less : Short term Portion of long term liabilities		
- Compensation Commissioner	-	2 830 498
- DBSA Loan	496 225	496 225
- Westonaria Local Municipality	1 478 052	1 171 888
- Call Account : FNB Corporate (Division of First Rand Bank LTD)	-	-
- Department of Transport	-	-
- West Rand District Municipality	-	868 776
- Receiver of Revenue (VAT Assessment)	4 800 000	4 800 000
Less : Current portion transferred to current liabilities	6 774 277	10 167 387
	27 953 379	32 122 722
LOAN DBSA		

The long term loan bears interest of 15,5 % per annum and is repayable over a period of 20 years. This loan was provided by the Development Bank of South to fund capital projects. The sewerage treatment plant and the sinking fund investment are encumbered as securities. The remaining period of this loan is 12 years

Randfontein Local Municipality
Notes to the financial statements for the year ended 30/6/2007

	2007	2006
	R	R

RECEIVER OF REVENUE - VAT

An amount of R29,133,168 was outstanding as at 01/07/05. An amount of R16,079,107 was written off by SARS during the 2005/2006 financial year. The balance of R7 883 281 is being repaid at the rate of R400,000 per month.

WESTONARIA LOCAL MUNICIPALITY

Balance outstanding of R10,227,533 represents the amount accumulated from 1999 to 30 June 2007. The amount of interest payable must be re-calculated. The parties are renegotiating the amount of interest outstanding and the payment terms.

3. CONSUMER DEPOSITS - SERVICES

Services and Sundry	12 588 471	9 887 166
Guarantees held in lieu of electricity and water deposits	-888 522	-888 522
	<u>11 699 949</u>	<u>8 998 644</u>

The consumer deposits are held to cover anticipated consumption of water and electricity

4. PROVISIONS

Leave Provision	<u>8 626 696</u>	<u>8 445 853</u>
Movement is reconciled as follows:		
Balance at the beginning of the year	8 445 853	5 713 061
Transfers from accumulated funds	180 843	2 732 792
Balance at the end of the year	<u>8 626 696</u>	<u>8 445 853</u>

Leave provision is calculated on the outstanding leave due to employees at 30 June 2007

5. CREDITORS

Outstanding cheques	4 634 518	2 303 201
Trade Creditors	30 812 060	43 779 060
Stores Creditors	21 375	-
Other unknown credits	530 460	-
Salaries	226 704	2 824 265
Sundry deposits	1 482 760	1 241 971
Transferred to long term liabilities (note 2)	-18 110 814	-25 489 049
Total Creditors	<u>19 597 063</u>	<u>24 659 448</u>
Amounts received in advance (note 5)	<u>10 107 598</u>	<u>9 553 612</u>

Randfontein Local Municipality
Notes to the financial statements for the year ended 30/6/2007

	2007 R	2006 R
6. UNSPENT CONDITIONAL GRANTS AND RECEIPTS		
6.1 <i>Conditional Grants from other spheres of Government</i>	15 793 679	14 710 945
Department of Mineral & Energy	639 985	639 985
Capacity Building	261 488	343 844
MIG Grants (see note 21)	7 159 263	4 669 324
Department of Water Affairs	135 842	342 000
Public Transport & Works	129 811	275 008
Sport, Recreation, Art & Culture	107 661	290 600
Financial Management Grant	1 102 916	602 916
National Departments	3 216 306	3 870 456
West Rand District Municipality	1 608 322	2 284 455
Aids Grant	647 175	437 344
Gauteng Provincial Department	784 912	955 013
6.2 <i>Other Conditional Receipts</i>	758 335	25 000
Public contributions	758 335	25 000
Total Conditional Grants and Receipts	16 552 014	14 735 945

See note 19 for reconciliation of grants from other spheres of Government
These amounts are invested in a ring-fenced investment until utilized.

7. VAT

VAT owing SARS	-11 391 035	-11 539 119
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VAT is payable on the receipts basis. Once payment is received
from debtors VAT is paid over to SARS.

10. INVESTMENTS

Unlisted investments

Financial Instruments

Stanlib- Zero Coupon Bond Investment:

Opening Balance	6 455 037	5 002 537
Investing activities	517 109	1 452 500
	6 972 146	6 455 037

The net realizable value is R6,972 146 The amount that is disclosed in the financial
statements is pledged as security for the long term loan from the DBSA

Randfontein Local Municipality
Notes to the financial statements for the year ended 30/6/2007

	2007 R	2006 R
11. LONG-TERM RECEIVABLES		
Stand Loans	270 187	432 955
Bursary Loans	739 484	743 084
Wiring Loans	21 402	21 509
Housing Loans	5 887 552	6 667 825
	<u>6 918 625</u>	<u>7 865 373</u>
Less: Credit balances transferred to creditors	119 507	116 015
	<u>7 038 132</u>	<u>7 981 388</u>
Less : Provision for Bad Debts	-6 626 070	-7 238 568
Total	<u><u>412 062</u></u>	<u><u>742 820</u></u>

Stand Loans

Stand Loans : these were loans made to individuals to assist with the purchase of stands. Since the introduction of the MFMA on 1 July 2004 this practice was terminated. The balance is not recoverable.

Bursary and Wiring Loans

These loans consist of loans granted in terms of specific policies. In terms of the MFMA this

Housing Loans

These loans are not expected to be recovered and are being investigated into in terms of the RETRO Scheme of Provincial Housing Department with the possibility of being written off.

12. INVENTORY

Consumables stores - at cost	2 604 815	2 215 659
Stands held for sale	32 794 601	32 794 601
Total Inventory	<u><u>35 399 416</u></u>	<u><u>35 010 260</u></u>

Resulting from the implementation of GRAP all saleable land has now been classified as inventory. The value was calculated using the size of the stand and the approved valuation as set out in Council resolution 1.10 of 22 February 1995.

13. CONSUMER DEBTORS

Randfontein Local Municipality
Notes to the financial statements for the year ended 30/6/2007

		2007	2006
	Gross	R	R
	Balances	Provision for	Net
		bad debts	Balances
As at 30 June 2006			
Rates			
- Rates	43 612 158	14 661 899	28 950 259
Services	55 161 409	19 572 558	35 588 851
- Electricity	13 735 769	4 837 417	8 898 352
- Water	25 382 452	2 660 327	22 722 125
- Sewerage	7 437 817	5 640 821	1 796 996
- Refuse	8 605 371	6 433 993	2 171 378
Other	92 650 241	82 707 768	9 942 473
Housing rentals	2 975 836	2 514 327	461 509
Indigents	48 854 741	48 854 741	
Other	40 819 664	31 338 700	9 480 964
Total	191 423 808	116 942 225	74 481 583

As at 30 June 2007			
Rates			
- Rates	42 867 385	35 404 424	7 462 961
Services	64 072 408	49 475 953	14 596 455
- Electricity	16 404 744	8 996 602	7 408 142
- Water	31 245 463	28 307 185	2 938 278
- Sewerage	7 619 948	5 675 420	1 944 528
- Refuse	8 802 253	6 496 746	2 305 507
Other	106 156 904	93 570 322	12 586 582
Housing rentals	3 501 367	2 932 528	568 839
Indigents & other debtors	55 859 971	54 499 603	1 360 368
Other levies	46 795 566	36 138 191	10 657 375
Total	213 096 697	178 450 699	34 645 998

	2007	2008
Rates : Ageing & Gross Balance		
Current (0 - 30 days)	5 571 438	27 622 264
31 - 60 days	773 508	500 314
61 - 90 days	633 383	270 281
91 - 120 days	484 632	557 400
121 - 365 days	352 118	207 928
+ 365 Days	35 052 305	14 453 971
Total	42 867 384	43 612 158

(Electricity, Water ,Sewerage and Refuse) : Ageing of Gross Balances		
Current (0 - 30 days)	8 962 794	31 541 463
31 - 60 days	2 007 195	2 068 119
61 - 90 days	1 668 996	966 499
91 - 120 days	1 957 469	1 012 770
121 - 365 days	2 470 309	750 354
+ 365 Days	47 005 645	18 822 204
Total	64 072 408	55 161 409

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Debtors - Other levies	46 795 566	36 899 961
Hand Overs	2 862	3 962

Randfontein Local Municipality
Notes to the financial statements for the year ended 30/6/2007

	2007	2006
	R	R
Indigents Parked Amounts	52 369 184	48 854 741
Two Room Houses	1 342 492	1 340 143
Handover Attorneys	2 145 433	2 575 598
Housing rental	3 501 367	2 975 836
Total	106 156 904	92 650 241
<i>Housing rentals : Ageing</i>		
Current (0 - 30 days)	149 868	220 009
31 - 60 days	89 589	49 338
61 - 90 days	217 759	44 423
91 - 120 days	111 621	147 739
121 - 365 days	127 388	44 194
+ 365 Days	2 805 140	2 470 133
Total	3 501 365	2 975 836
Summary by Classification (Hand overs, Indigents, Two Rooms and Handover, Attorneys)		
Current (0 - 30 days)	1 439 851	4 855 018
31 - 60 days	558 961	1 805 482
61 - 90 days	396 858	1 883 388
91 - 120 days	231 744	5 325 809
121 - 365 days	1 386 705	6 097 170
+ 365 Days	51 845 852	69 707 538
Sub total	55 859 971	89 674 405
Less : Provision for bad debts	-54 499 603	-80 193 441
Total debtors by customer classification	1 360 368	9 480 964
14. OTHER DEBTORS		
Salary Advance	131 185	61 517
Government Subsidy	-	1 527 671
Province Administration Fee	-	1 011 683
Munimed Continued Members	207 147	215 529
Sundry	3 676 962	5 134 587
	4 015 294	7 950 987
Less: Credit balances transferred to creditors	2 859 217	1 519 649
	6 874 511	9 470 636
Less : Provision for Bad Debts	-6 468 898	-5 285 850
	405 613	4 184 786
15. CALL INVESTMENT DEPOSITS		
Other Deposits	29 996 438	25 910 732
Analized as follows:		
Unspent Grants	16 552 014	14 735 944
Capital Replacement Reserve	959 676	3 860 662
Accumulated fund	12 484 748	7 314 126
	29 996 438	25 910 732

16. BANK, CASH AND OVERDRAFT BALANCES

Randfontein Local Municipality
Notes to the financial statements for the year ended 30/6/2007

	2007 R	2006 R
The Randfontein Local Municipality has the following bank accounts:-		
Current Account (Primary Bank Account)		
First National Bank - Randfontein		
Account no. 51261135194		
Cash book balance at beginning of year - overdrawn	-4 010 896	-2 641 870
Cash book balance at the end of year - overdrawn	-699 986	-6 054 099
Less: Outstanding cheques included in creditors	4 435 812	2 043 203
Cash book balance at the end of year - overdrawn	<u>3 735 826</u>	<u>-4 010 896</u>
Bank statement balance at beginning of year - (overdrawn)	-3 890 361	-573 744
Bank statement balance at end of year - (overdrawn)	5 024 010	-3 890 361
Current Account - Actaris		
First National Bank - Randfontein		
Account Number 62075452301		
Cash book balance at beginning of year	8 685	2 962
Cash book balance at the end of year	14 571	8 685
Bank statement balance at beginning of year	8 785	359 087
Bank statement balance at end of year	14 671	8 785
Current Account - Salaries		
First National Bank - Randfontein		
Account Number 62010341725		
Cash book balance at beginning of year - overdrawn	-1 241 011	-1 041 080
Cash book balance at the end of year	-105 943	-1 501 009
Less: Outstanding cheques included in creditors	198 706	259 998
Cash book balance at the end of year - overdrawn	<u>92 763</u>	<u>-1 241 011</u>
Bank statement balance at beginning of year	124 660	1 095 003
Bank statement balance at end of year	92 763	124 660
Current Account - Grants		
First National Bank - Randfontein		
Account Number 62057264568		
Cash book balance at beginning of year	6 142 976	14 210 645
Cash book balance at the end of year	10 962 657	6 142 976
Bank statement balance at beginning of year	6 142 976	14 210 645
Bank statement balance at end of year	10 962 657	6 142 976
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Current Account - CFS Account		
Cash book balance at beginning of year	641	-

Randfontein Local Municipality
Notes to the financial statements for the year ended 30/6/2007

	2007 R	2006 R
Cash book balance at the end of year	<u>302</u>	<u>641</u>
Bank statement balance at beginning of year	-	
Bank statement balance at end of year	1 602	
Current Account - Moving Violation		
First National Bank - Randfontein		
Account Number 620313167017		
Cash book balance at beginning of year	104 774	103 691
Cash book balance at the end of year	105 388	104 774
Bank statement balance at beginning of year	104 774	103 691
Bank statement balance at end of year	105 388	104 774
Current Account - Elandsfontein Farm		
First National Bank - Randfontein		
Account Number 62103440038		
Cash book balance at beginning of year	26 706	-
Cash book balance at the end of year	5 664	26 706
Bank statement balance at beginning of year	26 706	-
Bank statement balance at end of year	5 664	26 706
Totals all accounts		
Total cash book balance - overdraft	14 917 171	1 031 875
Petty cash & cash floats	5 282	5 282
	<u>14 922 453</u>	<u>1 037 157</u>
17. PROPERTY RATES		
Assessment Rates Levied	80 246 691	73 432 859
Revenue for gone	-23 196 262	-20 889 683
	<u>57 050 429</u>	<u>52 543 176</u>
<u>Valuations</u>	<u>R ,000</u>	<u>R ,000</u>
Residential	348 410	331 638
Commercial	104 031	103 974
State	18 751	18 858
Other	94 877	92 731
Total Property Valuations	<u>566 069</u>	<u>547 201</u>
18. SERVICE CHARGES		
Sale of electricity	118 422 863	111 673 352
Sale of water	44 885 657	36 435 338
Refuse Removal	13 391 176	12 354 497
Sewerage and sanitation charges	14 091 686	11 629 020
Other Services	1 501 993	2 790 133
Total Service Charges	<u>192 293 375</u>	<u>174 882 340</u>
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19. GOVERNMENT GRANTS AND SUBSIDIES		
Equitable share	31 248 990	24 852 501
Provincial Health Subsidies	2 764 350	3 819 177

Randfontein Local Municipality
Notes to the financial statements for the year ended 30/6/2007

	2007	2006
	R	R
Training Subsidies	480 043	668 195
Department of Mineral & Energy	-	189 928
Capacity Building	82 356	1 299 872
MIG Grant	14 516 643	10 321 925
Public Transport & Works	244 240	30 300
Sport, Recreation, Art & Culture	243 985	887 385
Financial Management Grant	-	1 297 880
National Department	845 474	207 226
West Rand District Municipality	6 090 861	156 105
Aids Grant	556 970	368 695
Provincial Department	509 130	5 985 174
Total Government Grants and Subsidies	57 583 042	50 084 363
Donations	5 271 619	219 074
	-	-
	62 854 661	50 303 437

19.1 Equitable Share

In terms of the Constitution, this grant is used to subsidise the provision of basic services to indigent community members. All registered indigents receive a monthly subsidy of R141 funded from this grant.

19.2 Provincial Health Subsidies

Balance unspent at beginning of the year	-	-
Current year receipts	2 764 350	2 291 507
Amount receivable included in debtors		1 527 670
Conditions met - transferred to revenue	-2 764 350	-3 819 177
Conditions still to be met-transferred to liabilities	-	-

The Municipality renders health services on behalf of the Provincial Government and is refunded approximately 43% of total expenditure incurred. This grant has been used exclusively to fund clinic services. (included in the public health vote in appendix D)

The conditions of the grant have been met. An amount of R1,527,670 was not received as at 30 June 2007

19.3 Department of Mineral & Energy

Balance unspent at beginning of the year	639 985	829 913
Current year receipts	-	-
Conditions met - transferred to revenue		-189 928
Conditions still to be met transferred to liabilities (see note 6)	639 985	639 985

The grant received is for the electrification of Mohlakeng extensions 7 & 8

19.4 Capacity Building

Balance unspent at beginning of the year	343 844	1 643 716
Current year receipts	-	-
Conditions met - transferred to revenue	-82 356	-1 299 872
Conditions still to be met - transferred to liabilities (see note 6)	261 488	343 844

This grant is for water, sewer and electrical infrastructure.

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19.5 MIG Grant

Balance unspent at beginning of the year	4 669 324	4 984 431
Current year receipts	16 791 461	10 006 818
Conditions met - transferred to revenue	-14 516 643	-10 321 925
Other Transfers	215 121	-

Randfontein Local Municipality
Notes to the financial statements for the year ended 30/6/2007

	2007	2006
	R	R
Conditions still to be met - transferred to liabilities (see note 6)	<u>7 159 263</u>	<u>4 669 324</u>

This grant was utilized for the construction of Infrastructure assets (roads, water and sewerage) and upgrading of hostels

19.6 Department of Water Affairs

Balance unspent at beginning of the year	342 000	-
Current year receipts	57 000	342 000
Conditions met - transferred to revenue	-263 158	-
Conditions still to be met - transferred to liabilities (see note 6)	<u>135 842</u>	<u>342 000</u>

This Grant will be utilized for the water services delivery plan of Randfontein.

19.7 Department of Public Transport & Works

Balance unspent at beginning of the year	-290 509	-260 209
Other Transfers	99 043	-
Conditions met - transferred to revenue	-244 240	-30 300
Conditions still to be met - transferred to liabilities (see note 6)	<u>-435 706</u>	<u>-290 509</u>

Monies received were for the upgrading of the Ramosa Community Hall

19.8 Department of Sport, Recreation, Arts & Culture

Balance unspent at beginning of the year	290 600	1 176 159
Current year receipts	10 000	1 826
Other Transfers	51 046	-
Conditions met - transferred to revenue	-243 985	-887 385
Conditions still to be met - transferred to liabilities (see note 6)	<u>107 661</u>	<u>290 600</u>

Monies were received for sport facilities and libraries

19.9 Financial Management Grant

Balance unspent at beginning of the year	602 916	900 796
Current year receipts	500 000	1 000 000
Conditions met - transferred to revenue	-	-1 297 880
Conditions still to be met - transferred to liabilities (see note 6)	<u>1 102 916</u>	<u>602 916</u>

This grant is for payment of salaries, implementation of new financial systems and related expenditure

19.10 National Department

Balance unspent at beginning of the year	3 870 456	3 913 294
Current year receipts	177 500	164 388
Other Transfers	-250 330	-
Conditions met - transferred to revenue	-581 320	-207 226
Conditions still to be met - transferred to liabilities (see note 6)	<u>3 216 306</u>	<u>3 870 456</u>

This grant was for electrification, roads and operating expenses.

19.11 West Rand District Municipality

Balance unspent at beginning of the year	2 284 455	686 462
Current year receipts	5 323 031	1 754 098
Other Transfers	-12 303	-
Conditions met - transferred to revenue	-5 986 861	-156 105
Conditions still to be met - transferred to liabilities (see note 6)	<u>1 608 322</u>	<u>2 284 455</u>

Grants were received for upgrading of the Ya-Rona clinic and bulk water supply.

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19.12 Aids Grant

Balance unspent at beginning of the year	437 344	224 064
Current year receipts	766 800	581 975
Conditions met - transferred to revenue	-556 970	-368 695
Conditions still to be met - transferred to liabilities (see note 6)	<u>647 174</u>	<u>437 344</u>

Randfontein Local Municipality
Notes to the financial statements for the year ended 30/6/2007

	2007 R	2006 R
This grant was used to finance HIV/Aids campaigns and assets related to this campaign.		
19.13 Provincial Grants		
Balance unspent at beginning of the year	955 013	1 599 987
Current year receipts	300 000	5 340 200
Conditions met - transferred to revenue	-470 102	-5 985 174
Conditions still to be met - transferred to liabilities (see note 6)	<u>784 911</u>	<u>955 013</u>

An amount of R5,340,200 is for Elandsfontein Farm donated by the Department of Land Affairs.
 Grants were also received for Social Facilities and the multipurpose centre.

Total unspent Government Grants and subsidies (refer to note 6)	<u><u>15 228 162</u></u>	<u><u>14 145 428</u></u>
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Elandsfontein Farm

The municipality is engaged in farming operations on the farm Elandsfontein 277 IQ in the Randfontein Local Municipality area. The farming operations include dairy farming and maize crop growing. The farm was purchased by the municipality with Land Affairs donating the purchase price. The intention of the donation was for the farm to be operated in terms of the Land Affairs Commonage Policy to be adopted as policy by the Council.

The Elandsfontein Areagageng Co-operative Limited was incorporated as a primary trading co-operative to house the farming activities but the farming activities have not been transferred to the co-operative.

The Elandsfontein farm, improvements, implements, and dairy herd were purchased for R5,000,000. This value is disclosed as a provincial grant. A further amount of R 340,200 was paid to the previous owner for operating expenses on behalf of council. This is disclosed as a provincial operating grant.

Biological Assets - Dairy livestock
Reconciliation of Carrying Amounts of Dairy Livestock

Cows valued @ R5000
 Heithers
 Calves

Carrying amount at 30 June 2006

Number	Value at cost
216	1 080 000
0	
<u>216</u>	<u>1 080 000</u>

Biological Assets - Dairy livestock
Reconciliation of Carrying Amounts of Dairy Livestock

Cows valued at R5000
 Heifers valued at R 3000
 Calves valued @ 1500

Carrying amount at 30 June 2007

Number	Value at cost
162	810 000
18	54 000
29	43 500
<u>209</u>	<u>907 500</u>

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20. OTHER INCOME

20.1 Agency Fees

Department of Transport

<u><u>4 567 501</u></u>	<u><u>5 143 513</u></u>
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Council receives an administration fee of 20% from the Department of Transport for the collection of motor vehicle licenses.

Randfontein Local Municipality
Notes to the financial statements for the year ended 30/6/2007

	2007 R	2006 R
20.2 Other Income		
Administration Charges levied	877 451	1 264 576
Other income	1 658 308	1 565 440
Farm Income	1 410 093	-
New Connections	2 454 488	1 574 533
	6 400 340	4 404 549

21. EMPLOYEE RELATED COSTS

Employee related costs - Salaries and Wages	49 247 641	46 065 231
Employee related costs - Contributions for UIF, pension and medical aid	17 755 600	17 429 390
Travel, motor car, accommodations, subsistence and other allowances	3 801 622	3 774 014
Housing benefits and allowances	1 402 017	1 240 323
Overtime payments	5 902 148	4 721 166
Performance bonus & bonuses	3 419 654	3 334 809
Total Employee Related Costs	81 528 682	76 564 933

Remuneration of the Municipal Manager

Annual Remuneration	276 005	565 409
Performance Bonuses	-	70 610
Total	276 005	636 019

Remuneration of the Chief Financial Officer

Annual Remuneration	302 586	485 800
Performance Bonuses	-	91 673
Total	302 586	577 473

Remuneration of Individual Executive Directors
30 June 2007

	<i>Social Services</i>	<i>Technical Services</i>
Annual Remuneration	416 150	428 393
Performance Bonuses	-	-
Total	416 150	428 393

30 June 2006

Annual Remuneration	385 054	398 057
Performance Bonuses	73 339	50 205
Total	458 393	448 262

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Remuneration of Individual Executive Directors
30 June 2007

	<i>Corporate Services</i>	<i>Development Planning</i>
Annual Remuneration	66 666	243 263
Performance Bonuses	-	-
Total	66 666	243 263

Randfontein Local Municipality
Notes to the financial statements for the year ended 30/6/2007

	2007 R	2006 R
30 June 2006		
Annual Remuneration	139 587	399 976
Performance Bonuses	-	25 291
Total	139 587	425 267

22. REMUNERATION OF COUNCILORS

Executive Mayor	381 867	276 203
Speaker	316 143	225 638
Mayoral Committee	2 019 666	1 337 866
Ordinary members	2 869 843	1 976 029
Other Allowances	1 071 565	1 463 313
Council's pension contribution	-	482 561
Council's medical aid contribution	-	202 259
Total Councilors Remuneration	6 659 084	5 963 869

An amount of R818,348 included in the above represents a retrospective increase from 1 March - 30 June 2006, and has been included in creditors.

In-Kind benefits

The Executive Mayor, Speaker and Mayoral Committee are full-time members. Each is provided with an office and secretarial support at the cost of the council

The Executive Mayor has one full-time body guard.

23. INTEREST PAID

Long term liabilities	3 415 782	2 679 862
Overdue Creditors	951 686	1 695 214
Bank Overdrafts	135 644	351 568
Total Interest on External Borrowings	4 503 112	4 726 644

24. BULK PURCHASES

Electricity	70 769 939	64 599 228
Water	22 477 524	22 624 043
Total Bulk Purchases	93 247 463	87 223 271

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25. GRANTS AND SUBSIDIES

Grants Paid to SPCA	5 000	5 000
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26. CORRECTION OF ERROR

Randfontein Local Municipality
Notes to the financial statements for the year ended 30/6/2007

	2007	2006
	R	R
Adjustments from Creditors	28 796	
Adjustments from Income department	-5 026	
	<u>23 770</u>	

Due to the non materiality of the transactions no restatement of prior year balances were done

27. CASH GENERATED BY OPERATIONS

Surplus/(Deficit) for the year	68 958 409	56 060 822
Adjustment for:-		
Correction of error	23 693	-13 841 751
Depreciation	4 718 397	3 602 042
Gain on disposal of property, plant and equipment	-27 570	-968 227
Transfers to funds		-
Transfers to Provisions	-63 018 203	-10 377 000
Interest paid	4 503 112	4 726 644
Investment income	-3 080 775	-2 528 006
Other adjustments	181 446	-132 880
Operating surplus before working capital	<u>12 258 509</u>	<u>36 541 645</u>
Decrease in Inventories	-389 157	-114 120
(Increase)/Decrease in Debtors	39 835 586	18 663 407
(Increase)/Decrease in other Debtors receipts	3 779 174	-515 502
	1 816 070	-1 528 186
Increase in Provisions	180 843	2 732 792
Increase in Creditors	-5 062 385	150 975
Increase in VAT	-148 084	2 727 082
Cash generated by/(utilised in) operations	<u>52 270 556</u>	<u>58 658 094</u>

28. CASH AND CASH EQUIVALENTS

Cash and cash equivalents included in the cash flow statements comprise the following statements of amount indication financial position:

Bank balances	14 917 171	6 283 782
Short term investments	29 996 438	25 910 732
Bank overdraft	-	-5 251 907
Petty Cash	5 282	5 282
Total cash and cash equivalent	<u>44 918 891</u>	<u>26 947 889</u>

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29. ADDITIONAL DISCLOSURE IN TERMS OF THE MUNICIPAL FINANCE MANAGEMENT ACT

29.1 Contributions to organized local government

Opening balance	-	-
Council subscriptions	302 484	325 313
Amount paid - current year (C00084)	-302 484	-325 313

Randfontein Local Municipality
Notes to the financial statements for the year ended 30/6/2007

	2007	2006
	R	R
Balance unpaid (included in creditors)	-	-
29.2 Audit Fees		
Opening Balance	10 355	16 741
Current year audit fees	948 308	1 100 701
Amount paid - current year C00238	-740 690	-1 107 087
	217 973	10 355

29.3 VAT

VAT input receivables and VAT output receivables are shown in note 7. All VAT returns have been submitted by the due date throughout the year.

29.4 PAYE AND UIF

Opening balance	31 982	626 883
Current year payroll deductions	9 903 541	9 456 573
Amount paid - current year	-9 932 941	-10 051 474
Balance unpaid (included in creditors)	2 582	31 982

The balance represents PAYE and UIF contributions deducted from employees in the June 2006 payroll as well as Council's contributions to PAYE and UIF. These amounts were paid during July 2006

29.5 Pension and Medical Aid Deductions

Opening Balance	1 365 048	1 061 695
Current year payroll deductions and Council contributions	21 880 829	16 948 182
Amount paid - Current year	-23 245 877	-16 644 829
Balance unpaid (included in creditors)	-	1 365 048

The balance represents pension and medical aid contributions deducted from employees in the June 2006 payroll as well as Council's contributions to pension and medical aid funds. These amounts were paid during July 2006.

29.6 Levies District Municipality

Opening Balance	868 776	877 513
Current year Levies	3 418	256 360
Amount paid - Current year	-872 194	-265 097
Balance unpaid (included in creditors)	-	868 776

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29.7 Councilors arrears consumer accounts

	Total	Less than 90 days	More than 90 days
30 June 2007			
Councillor S S Matakane	2 954	664	2 290
Councillor M C Sole	8 387	802	7 585
Total Councillor arrear consumer accounts	11 342	1 467	9 875

Randfontein Local Municipality
Notes to the financial statements for the year ended 30/6/2007

		2007 R	2006 R
30 June 2006			
Councilor TBN Mavuso	1 607	1 607	-
Councilor D Martin	1 783	1 532	250
Councillor B J Dlamini	8 384	845	7 540
Councillor J W W Julius	400	400	-
Councillor T M Kimane	583	152	430
Councillor B Mahuma	22 124	2 480	19 644
Councillor T Mananiso	3 220	956	2 265
Councillor B Mataboge	11 880	936	10 944
Councillor S S Matakane	5 388	828	4 560
Councillor L A Mochumi -Motsau	680	680	-
Councillor NI Didiza - Ndlela	2 802	1 054	1 748
Councillor M C Sole	10 175	1 038	9 137
Councillor C Thebenare	1 242	875	367
Councillor M H Tshwale	14 804	1 558	13 246
Councillor JD Moteane	3 071	2 825	246
Councillor Ndlela	13 039	10 709	2 330
Total Councillor Arrear Consumer Accounts	101 181	28 473	72 708

29.8 Skills development Levies

Opening Balance	-	-
Current year payroll deductions and Council contributions	619 508	509 718
Amount paid - Current year	-619 508	-509 718
Balance unpaid (included in creditors)	-	-

30. CAPITAL COMMITMENTS

Commitments in respect of capital expenditure :

- Approve and contracted for	11 391 513	7 046 947
Infrastructure	7 015 462	5 754 655
Community	4 376 051	994 581
Other	-	297 711

Randfontein Local Municipality
Notes to the financial statements for the year ended 30/6/2007

	2007 R	2006 R
- Approved but not yet contracted for	-	362 000
Infrastructure	-	362 000
Community	-	-
Total	11 391 513	7 408 947

This expenditure will be financed from :-

- National Departments	3 216 306	-
- Capacity Building Grants	231 032	343 884
- Provincial Grants	784 912	481 035
- Department of Water Affairs	-	342 000
- Government Grants (MIG)	7 159 263	6 086 794
- District Council Grants	-	155 234
	11 391 513	7 408 947

31. RETIREMENT BENEFITS INFORMATION

Council does not have its own retirement benefit scheme. Council contribute to the following pension funds and provident funds :-

- Municipal Councillors Pension fund	-	387 707
- SALA Pension fund	1 299 620	1 254 999
- Joint Municipal Pension Fund	204 676	213 510
- Municipal Gratuity Fund	6 603 305	5 767 741
- Municipal Employees Pension Fund	706 535	693 198
	8 814 136	8 317 155

32. CONTINGENT LIABILITY

Housing Loans	-	216 719
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32.1 The council has issued guarantees on behalf of employees who could not obtain housing loans from financial institutions. Repayments on mortgage bonds are deducted monthly to reduce the exposure of Council to losses.

32.2 A claim by Homelake Motors was lodged against Council due to the project undertaken by Council, which according to the claimant resulted in a loss of income to his business. The process of the litigation will have to be finalized and the amount be verified. An arbitrator must still be appointed to finalize the case. The amount of the claim, if any will be determined during the arbitration process.

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32.3 A possible claim by H Kluyts for the amount of R25,606 against Council for damages to a vehicle as a result of traffic signs that were not properly marked.

32.4 A claim by Mrs. Marina Nolte against the Randfontein Local Municipality for injuries sustained in June 2004 amounting to R1,200,000 was lodged.

32.5 A claim for salary disputes has been lodged against Council by directors

Randfontein Local Municipality
Notes to the financial statements for the year ended 30/6/2007

	2007	2006
	R	R

and contracted employees for the amount of R200,000.

32.6 A claim by Section 57 employees for the payment of performance bonuses for the 2005/06 financial year to the amount of R300 000 has been lodged against the Council.

32.7 A claim of R80,000 by SD Sekomela in respect of an alleged incident wherein the gate of Council's recreation centre allegedly fell on him

32.8 A claim for a declaratory order in which M Navan can conduct his business and a possible damages claim of R80,000

33. CONTINGENT ASSETS

To the best of my knowledge there were no contingent assets.

34. UNAUTHORIZED ,IRREGULAR, FRUITLESS AND WASTEFUL EXPENDITURE DISALLOWED

To the best of my knowledge there were no unauthorized,irregular and fruitless expenditure by the municipality during the financial year.

Randfontein Local Municipality
Notes to the financial statements for the year ended 30/6/2006

9 PROPERTY, PLANT AND EQUIPMENT

30-Jun-07

	<u>Land and Buildings</u>	<u>Infra- structure</u>	<u>Community</u>	<u>Heritage</u>	<u>Other</u>	<u>Total</u>
	R	R	R	R	R	R
Reconciliation of Carrying Value						
Carrying values at 1 July 2006	64 821 721	42 294 605	26 094 082	397 321	36 000 922	169 608 651
Cost	64 821 721	228 502 754	27 406 006	397 470	47 445 344	368 573 294
Correction of error (note 26)	-	-	-	-	-	-
Accumulated depreciation	-	(186 208 148)	(1 311 924)	(149)	(11 444 422)	(198 964 643)
Acquisitions	198 298	22 744 455	3 909 367	-	1 555 859	28 407 979
Capital under Construction	-	-	-	-	-	-
Depreciation	-	(4 212 804)	(33 546)	-	(472 047)	(4 718 397)
Carrying value of disposals	-	-	-	-	-	-
Cost	-	-	-	-	-	-
Accumulated depreciation	-	-	-	-	-	-
Impairment losses	-	-	-	-	-	-
Other movements	-	-	-	-	-	-
Carrying values at 30 June 2007	65 020 019	60 826 256	29 969 903	397 321	37 084 734	193 298 233
Cost	65 020 019	251 247 209	31 315 373	397 470	49 001 203	396 981 273
Accumulated depreciation	-	(190 420 952)	(1 345 470)	(149)	(11 916 469)	(203 683 040)

	<u>Land and Buildings</u>	<u>Infra- structure</u>	<u>Community</u>	<u>Heritage</u>	<u>Other</u>	<u>Total</u>
	R	R	R	R	R	R
Carrying values at 1 July 2005	61 746 121	35 381 961	22 619 802	397 320	34 821 191	154 966 395
Cost	109 354 249	197 108 275	24 139 060	397 320	47 133 240	378 132 144
Correction of error (note 26)	(47 612 528)	20 579 234	-	-	-	(27 033 294)
Accumulated depreciation	4 400	(182 305 548)	(1 519 258)	-	(12 312 049)	(196 132 455)
Acquisitions	3 080 000	10 815 245	3 266 946	150	1 509 391	18 671 731
Capital under Construction	-	-	-	-	-	-
Depreciation	-	(3 382 591)	(33 639)	(149)	(330 454)	(3 746 833)
Carrying value of disposals	-	(520 009)	240 973	-	794	(278 242)
Cost	-	-	-	-	(1 197 287)	(1 197 287)
Accumulated depreciation	-	(520 009)	240 973	-	1 198 081	919 045
Impairment losses	-	-	-	-	-	-
Other movements	-	-	-	-	-	-
Carrying values at 30 June 2006	64 826 121	42 294 605	26 094 082	397 321	36 000 922	169 613 051
Cost	64 821 721	228 502 754	27 406 006	397 470	47 445 344	368 573 294
Accumulated depreciation	4 400	(186 208 148)	(1 311 924)	(149)	(11 444 422)	(198 960 243)

Refer to Appendix B for more detail on property, plant and equipment, including those in the course of construction.

The Municipality has taken advantage of the transitional provisions set out in GAMAP 17. The Municipality is in the process of itemizing all infrastructure and community assets and will recalculate accumulated depreciation once this exercise has been com

Randfontein Local Municipality

APPENDIX A

SCHEDULE OF EXTERNAL LOANS AS AT 30 JUNE 2007

EXTERNAL LOANS	Loan Number	Redeemable	Balance at 2006/06/30	Received during the period	Redeemed written off during the period	Balance at 2007/06/30
Annuity Loans			R	R	R	R
Development Bank of SA @ 15.5%	201	2018/06/30	1 849 595	69 508	54 628	1 864 475
Development Bank of SA @ 15.5%	102	2018/06/30	14 951 465	242 499	441 597	14 752 367
TOTAL EXTERNAL LOANS			16 801 060	312 007	496 225	16 616 842

Carrying Value of Property, Plant & Equip	Other Costs in accordance with the MFMA
R	R
-	-
20 579 234	-
20 579 234	-

Randfontein Local Municipality
APPENDIX B
ANALYSIS OF PROPERTY, PLANT & EQUIPMENT AS AT 30 JUNE 2007

	Cost/Revaluation					Accumulated Depreciation				Carrying Value	Budget additions 2007
	Opening Balance	Additions	Revaluation	Disposals	Closing Balance	Opening Balance	Additions	Disposals	Closing Balance		
Land and Buildings											
Land and Buildings	20 403 298	198 298			20 601 596	0	0	0	0	20 601 596	0
Undeveloped land	64 866 225	0	0	0	64 866 225	0	0	0	0	64 866 225	
	85 269 523	198 298	0	0	85 467 821	0	0	0	0	85 467 821	0
Infrastructure											
Drains	2 707 150	0	0	0	2 707 150	-2 707 141	0	0	-2 707 141	9	0
Roads	61 520 783	3 093 515	0	0	64 614 298	-46 396 520	-1 654 662	0	-48 051 182	16 563 116	3 329 189
Sewerage mains & Purification	19 863 384	5 797 264	0	0	25 660 648	-14 845 543	-496 840	0	-15 342 383	10 318 265	22 089 918
Electricity mains	87 269 531	4 662 635	0	0	91 932 166	-73 840 850	-1 170 601	0	-75 011 451	16 920 714	9 533 600
Electricity Peak control equipment	1 544 306	2 998 333	0	0	4 542 639	-1 541 087	-38 144	0	-1 579 231	2 963 408	0
Water mains & Purification	27 440 168	5 230 029	0	0	32 670 197	-19 616 406	-771 959	0	-20 388 365	12 281 832	12 092 274
Reservoirs water	5 396 668	0	0	0	5 396 668	-4 777 967	-50 012	0	-4 827 979	568 689	0
Water meters	71 029	0	0	0	71 029	-68 938	-320	0	-69 258	1 771	0
Pedestrian facilities	893 482	7 140	0	0	900 622	-617 546	-15 272	0	-632 818	267 804	8 200
Airports	0	0	0	0	0	0	0	0	0	0	0
Security Measures	1 217 019	955 539	0	0	2 172 558	-1 216 918	-14 994	0	-1 231 912	940 646	1 246 606
	207 923 520	22 744 455	0	0	230 667 975	-165 628 915	-4 212 804	0	-169 841 719	60 826 256	48 299 787
Community assets											
Parks & Gardens	1 209 143	0	0	0	1 209 143	0	0	0	0	1 209 143	0
Libraries	2 475 308	0	0	0	2 475 308	0	0	0	0	2 475 308	0
Recreation Grounds	12 197 545	942 537	0	0	13 140 082	-1 311 924	-33 546	0	-1 345 470	11 794 612	2 627 820
Community facilities	8 595 254	704 868	0	0	9 300 122	0	0	0	0	9 300 122	809 646
Clinics	814 229	0	0	0	814 229	0	0	0	0	814 229	200 000
Cemeteries	470 693	2 261 962	0	0	2 732 655	0	0	0	0	2 732 655	5 689 565
Other	0	0	0	0	0	0	0	0	0	0	0
Old age Homes	0	0	0	0	0	0	0	0	0	0	0
	25 762 172	3 909 367	0	0	29 671 539	-1 311 924	-33 546	0	-1 345 470	28 326 069	9 327 031
Heritage Assets											
Historical buildings	0	0	0	0	0	0	0	0	0	0	0
Paintings & Art Galleries	387 470	0	0	0	387 470	-149	0	0	-149	387 321	0
	387 470	0	0	0	387 470	-149	0	0	-149	387 321	0
Housing Rental Stock											
Housing Schemes	15 612 144	0	0	0	15 612 144	0	0	0	0	15 612 144	0
	15 612 144	0	0	0	15 612 144	0	0	0	0	15 612 144	0
Other Assets											
Landfill sites		0	0	0	0		0	0	0	0	0
Office Equipment	48 303	146 305	0	0	194 608	-25 622	-15 641	0	-41 263	153 345	403 470
Furniture & Fittings	1 486 597	241 457	0	0	1 728 054	-1 360 778	-37 387	0	-1 398 165	329 889	280 607
Bins & Containers			0	0	0		0	0	0	0	0
Emergency equipment	118 246	4 600	0	0	122 846	-118 233	-643	0	-118 876	3 970	4 446
Motor Vehicles	4 399 420	22 496	0	0	4 421 916	-4 239 962	-37 523	0	-4 277 485	144 432	25 650
Fire engines	33 575	0	0	0	33 575	-33 574	0	0	-33 574	1	0
Computer equipment	1 005 538	753 805	0	0	1 759 343	-772 959	-90 168	0	-863 127	896 216	819 390
Plant & Equipment	5 875 049	374 229	0	0	6 249 278	-4 821 079	-286 139	0	-5 107 218	1 142 060	303 581
	0	0	0	0	0	0	0	0	0	0	0
	12 966 728	1 542 892	0	0	14 509 620	-11 444 422	-467 501	0	-11 839 708	2 669 912	1 837 144
Inventory Items											
Small assets	72 504	12 967	0	0	85 471	-72 216	-4 546		-76 762	8 709	2 332
	72 504	12 967	0	0	85 471	-72 216	-4 546	0	-76 762	8 709	2 332
	347 994 060	28 407 979	0	0	376 402 039	-178 385 411	-4 718 397	0	-183 103 808	193 298 232	59 466 294

Randfontein Local Municipality

APPENDIX C

SEGMENTAL ANALYSIS OF PROPERTY, PLANT & EQUIPMENT AS AT 30 JUNE 2007

	Cost/Revaluation					Accumulated Depreciation				Carrying Value	Budget additions 2007
	Opening Balance	Additions	Revaluation	Disposals	Closing Balance	Opening Balance	Additions	Disposals	Closing Balance		
Executive & Council	930 223	857 798	-	-	1 788 021	-491 217	-23 649	-	-514 866	1 273 155	901 682
Finance & Admin	92 852 724	1 560 699	-	-	94 413 423	-6 603 057	-88 085	-	-6 691 142	87 722 281	1 514 298
Planning & Development	4 186 242	2 086 082	-	-	6 272 324	-262 431	-199 658	-	-462 089	5 810 235	6 160 219
Health	1 063 817	279 132	-	-	1 342 949	-188 018	-31 533	-	-219 551	1 123 398	523 627
Community & Social	16 696 513	2 586 801	-	-	19 283 314	-3 060 426	-122 682	-	-3 183 108	16 100 206	7 302 495
Housing	15 140 221	-	-	-	15 140 221	-134 070	-1 431	-	-135 501	15 004 721	
Public Safety	1 039 609	410 550	-	-	1 450 159	-314 888	-25 662	-	-340 550	1 109 608	496 800
Sport & Recreation	4 905 964	727 767	-	-	5 633 731	-632 730	-	-	-632 730	5 001 001	1 454 542
Environmental Services	35 094	-	-	-	35 094	-20 443	-	-	-20 443	14 651	-
Waste Management	32 176 167	5 130 309	-	-	37 306 476	-26 333 229	-522 340	-	-26 855 569	10 450 907	22 089 918
Sanitation	1 334 108	-	-	-	1 334 108	-1 269 176	-	-	-1 269 176	64 932	-
Parking area	59 083 308	3 187 921	-	-	62 271 229	-43 901 889	-1 632 377	-	-45 534 266	16 736 964	3 436 839
Water	27 783 791	5 230 029	-	-	33 013 820	-19 976 709	-733 709	-	-20 710 418	12 303 402	12 092 274
Electricity	90 766 279	6 350 890	-	-	97 117 169	-75 197 128	-1 337 270	-	-76 534 398	20 582 771	3 493 600
Other	-	-	-	-	-	-	-	-	-	-	-
TOTAL	347 994 060	28 407 978	-	-	376 402 038	-178 385 411	-4 718 396	-	-183 103 807	193 298 232	59 466 294

Randfontein Local Municipality

APPENDIX D

SEGMENTAL STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED

30 June 2007

2006 Actual Income	2006 Actual Expenditure	2006 Surplus/ (Deficit)		2007 Actual Income	2007 Actual Expenditure	2007 Surplus/ (Deficit)
R	R	R		R	R	R
1 091 369	24 189 156	-23 097 787	Executive & Council	1 549 943	27 578 249	-26 028 306
122 782 368	35 159 007	87 623 362	Finance & Admin	127 844 406	30 383 469	97 460 937
3 385 180	19 779 412	-16 394 233	Planning & Development	5 442 257	7 135 138	-1 692 881
4 287 301	7 724 272	-3 436 971	Health	4 293 200	10 051 569	-5 758 369
740 394	17 578 949	-16 838 556	Community & Social	830 209	11 625 116	-10 794 907
2 330 322	1 822 676	507 646	Housing	697 354	2 178 808	-1 481 454
10 476 465	15 319 167	-4 842 701	Public Safety	8 167 465	14 489 486	-6 322 021
35 800	961 264	-925 464	Sport & Recreation	22 848	928 721	-905 873
-	-	-	Environmental Services	-	-	-
29 116 741	32 056 603	-2 939 862	Waste Management	32 510 827	37 315 767	-4 804 940
8 192	6 458 156	-6 449 964	Road transport	2 780	6 862 264	-6 859 484
39 821 341	30 786 767	9 034 574	Water	48 298 337	35 823 138	12 475 199
117 931 107	83 510 316	34 420 791	Electricity	125 847 343	101 908 166	23 939 177
-	600 013	-600 013	Other	289 929	558 598	-268 669
332 006 581	275 945 758	56 060 822	Sub Total	355 796 898	286 838 489	68 958 409
-29 966 606	-29 966 606	-	Less Inter-Departmental Charges	-17 438 058	-17 438 058	0
302 039 975	245 979 152	56 060 822	Total	338 358 840	269 400 431	68 958 409

Randfontein Local Municipality

Appendix E(1)

ACTUAL VERSUS BUDGET (REVENUE & EXPENDITURE) FOR THE YEAR ENDED 30 June 2007

	Actual 2007 R	Budget 2007 R	Variance 2007 R	Variance 2007 %	Explanation of significant Variances
REVENUE					
Property rates	80 246 691	85 606 860	5 360 169	7	
Service Charges	192 293 375	193 146 180	852 805	0	
Rental : Property & Equipment	1 570 884	1 230 250	-340 634	-22	Actual represents levied income,budget was cashbased
Interest earned - external investment	3 080 775	1 925 610	-1 155 165	-37	Grant and Equitable share invested untill needed
Interest earned - outstanding debtors	9 115 701	328 240	-8 787 461	-96	Budget based on anticipated income
Fines	1 389 501	1 282 150	-107 351	-8	Experiencing difficulty in collecting fines
Licenses & Permits	8 104	4 450	-3 654	-45	Improved collection of licenses and permits
Agency services	4 567 501	6 533 830	1 966 329	43	Represent amount held back by Dept. of Transport for outstanding debts
Government grants & Subsidies	62 854 661	37 749 970	-25 104 691	-40	Change in accounting policy,Grap - Capital grant shown as income
Other income	6 400 340	5 108 120	-1 292 220	-20	Increase in electricity connections i.e. recoverable jobs
Gains on disposal of PPP	27 570	-1 200	-28 770	-104	More assets disposed than was planned
Total revenue	361 555 103	332 914 460			
Less Income forgone	-23 196 262	-23 597 960	-801 345	-4	
	338 358 841	309 316 500			
EXPENDITURE					
Employee related costs	81 528 682	85 791 425	4 262 743	5	Vacant positions budgeted for which were not filled
Remuneration Councillors	6 659 084	7 222 390	563 306	8	Retrospective increases not budgeted for
Bad debts written-off	-	26 280 940	26 280 940		Working Capital Provision
Collection costs	-	-	-		
Depreciation	4 718 398	4 654 800	-63 598	-1	Backlog depreciation not available when preparing the budget
Repairs & Maintenance	8 122 037	8 190 470	68 433	1	General savings on various budget items
Interest on external borrowings	4 503 112	3 750 000	-753 112	-17	Interest rate increases
Bulk purchases	93 247 463	102 059 760	8 812 297	9	Tracking down of illegal consumption assisted in reducing costs
Contracted services	19 962 052	22 492 440	2 530 388	13	Use of professional for defending the Randfontein Local Municipality and disciplinary inquiris
Grants & Subsidies paid	5 000	5 000	-	0	
General expenses- other	50 654 604	49 436 325	-1 218 279	-2	Departmental charges based on actual expenditure and not budget amount
Total expenditure	269 400 432	309 883 550			
NET SURPLUS/(DEFICIT)	68 958 409	-567 050			

Randfontein Local Municipality

APPENDIX E(2)

ACTUAL VERSUS BUDGET (ACQUISITION OF PROPERTY, PLANT & EQUIPMENT) FOR THE YEAR ENDED 30 JUNE 2007

	Actual 2007 R	Budget 2007 R	Variance 2007 R	Variance 2007 %	Explanation of significant Variances
Land and Buildings					
Land and Buildings	198 298	-	(198 298)	-100	
	198 298	-	(198 298)		
Infrastructure					
Drains	-	-	-		
Roads	3 093 515	3 329 189	235 674	8	
Sewerage mains & Purification	5 797 264	22 089 918	16 292 654	281	
Electricity mains	4 662 635	9 533 600	4 870 965	104	
Electricity Peak control equipment	2 998 333		(2 998 333)	-100	
Water mains & Purification	5 230 029	12 092 274	6 862 245	131	
Pedestrian Facilities	7 140	8 200	1 060	15	
Security Measures	955 539	1 246 606	291 067	30	
	22 744 455	48 299 787	25 555 332		
Community assets					
Libraries	-		-		
Recreation Grounds	942 537	2 627 820	1 685 283	179	
Clinics	-	200 000			
Civic Buildings	704 868	809 646	104 778	15	
Cemeteries	2 261 962	5 689 565	3 427 603	152	
	3 909 367	9 327 031	5 217 664		
Other Assets					
Furniture & Equipment	254 424	407 916	153 492	60	
Office Equipment	146 305	276 161	129 856	89	
Emergency equipment	4 600	4 446	(154)	-3	
Other transport	22 496	25 650	3 154	14	
Computer equipment	753 805	819 390	65 585	9	
Plant & Equipment	374 229	303 581	(70 648)	-19	
	1 555 859	1 837 144	281 285		
	28 407 979	59 463 962	30 855 983		

Randfontein Local Municipality
APPENDIX F

DISCLOSURES OF GRANTS AND SUBSIDIES IN TERMS OF SECTION 123 OF MFMA, 56 OF 2003

Name of Grants	Name of organ of state or municipal entity	Quarterly Receipts					Quarterly Expenditure				
		March	June	Sept	Dec	March	March	June	Sept	Dec	March
Capacity Building	National										
LED	Dept of Land Affairs										
National Electrification Programme	National				141 335.00						
Conditional Grants	Dept of Public Transport,Roads and Works					1 200 000.00					
Building for Sport and Recreation Programme	Dept of Sport,Recreation,Arts & Culture										
Conditional Grants	Province										
WRDM Allocations	West Rand District Municipality		2 116 390.00		535 093.00	440 300.00		1 756 155.00			
MIG	National		4 040 416.00	2 000 000.00	4 370 971.00	6 532 661.00					
Finance Management Grant	National			500 000.00							
Municipal Improvement Systems	National										
Conditional Grants	National										
Conditional Grants	Dept of Water Affairs							57 000.00			
Health Subsidy	Province										
Total		-	6 156 806.00	2 500 000.00	5 047 399.00	8 172 961.00	-	1 813 155.00	-	-	-

Name of Grants	Name of organ of state or municipal entity	Grants and Subsidies delayed / withheld					Reason for delay/withholding of funds	Did your municipality comply with the grant conditions in terms of grant framework in the latest Division of Revenue Act	Reason for non-compliance
		March	June	Sept	Dec	March			
Capacity Building	National	-	-	-	-	-		Yes / No	
LED	Dept of Land Affairs	-	-	-	-	-			
National Electrification Programme	National	-	-	-	-	-			
Conditional Grants	Dept of Public Transport,Roads and Works	-	-	-	-	-			
Building for Sport and Recreation Programme	Dept of Sport,Recreation,Arts & Culture	-	-	-	-	-			
Conditional Grants	Province	-	-	-	-	-			
WRDM Allocations	West Rand District Municipality	-	-	-	-	-			
MIG	National	-	-	-	-	-			
Finance Management Grant	National	-	-	-	-	-			
Municipal Improvement Systems	National	-	-	-	-	-			
Conditional Grants	National	-	-	-	-	-			
Conditional Grants	Dept of Water Affairs	-	-	-	-	-			
Health Subsidy	Province	-	-	-	-	-			
Total						-			